#### SPRINT PLAN

Exampl	e

If: Subsidy based on

Nat'l Benchmark price, \$100

Existing USF \$5

Net Increase in USF \$95

Then: Access Subsidy Reduction

CCC total CCLC Revenues = \$80

CCLC Revenue Reduction \$80

RIC Total RIC revenues = \$20

RIC Revenue Reduction \$15

(\$95-\$80)

Total Access subsidy reduction \$95



#### SPRINT PLAN FUNDING

- All Providers of Telecommunications Services
   Will Pay Into the Fund Based on billed
   Revenues
  - Collected as surcharge on customer bills
- Payments Will Be Equitable and Nondiscriminatory Among Carriers
- State Funding to Be Provided by All Carriers Providing Intrastate Services



## SPRINT PLAN ADMINISTRATION OF FUND

- A Neutral Administrator Will Be Appointed by the FCC and PUC to:
  - Annually Update the Fund
  - Collect Funding Dollars
  - Distribute Funds to Eligible Telecommunications
     Carriers (ETC)



### SPRINT PLAN FUND ADMINISTRATOR DUTIES

- Maintain Database by CBG Containing;
  - -Households Eligible for Support
  - -Support Available Per Household
  - -Qualification of ETCs
  - -Households Served by ETCs



# SPRINT PLAN SIZE OF FUND

- Funding Administrator Will Develop Funding
  - Determine Quantity of Qualifying Access Lines by CBG
  - Sum CBGs to Determine Annual Amount Needed
  - Assessments will be Made to All Providers of Telecommunication Services Based on Revenues, Net of Payments to Intermediaries